

**MINUTES OF MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
MARCH 20, 2017**

THE STATE OF TEXAS §
COUNTY OF TRAVIS §

The Board of Directors of Hurst Creek Municipal Utility District (the “District”) met this date in regular session, open to the public, in the District’s offices at 102 Trophy Drive, The Hills, Texas 78738, and the roll was called of the duly constituted officers and members of the Board to wit:

Wilson Smith	President
James M. Wingard	Vice-President
William L. Warmuth	Treasurer
Mike Maroney	Secretary
Larry Kener	Assistant Secretary

And all of said persons were present except Larry Kener, thus constituting a quorum.

Also present were Earl Wood, Beth Caccamisi, Linda Lunney, and Kasey Belote representing general management for the District; Eric Ovlen and Wendy Smith representing Village of The Hills; Lee Nelson, representing POA; Dan Wegmiller, MUD Financial Advisor and Jerry Kyle, Bond Council.

1. Consider, discuss and take any necessary action regarding early pay off of bonds.

Dan Wegmiller reviewed options for paying off some of the bonds held by Hurst Creek MUD. After discussion it was agreed to maintain \$75,000 to \$100,000 in the Debt Service Fund and to use the balance remaining to pay off callable bonds. Jerry Kyle will prepare a resolution to be voted on at the next BOD meeting.

2. Consider, discuss and take any necessary action on office renovations.

Earl Wood presented the final plans for the office layout and updated the BOD on the remediation of the outside wall.

Director Maroney moved to authorize Earl Wood to move forward with the remediation with Paul Davis Restoration of Central Austin for \$20,011.81 and to accept the bid of \$10,000 from Sterling Mechanical Services to move the air-conditioning unit; Jim Wingard seconded the motion which carried unanimously.

3. Consider, discuss and take any necessary action regarding the Village of the Hills Strategic Planning Workshop.

Mayor Ovlen reported on the Strategic Planning Workshop. Eight committees were formed and all four entities brainstormed topics for each category. The committees will present their findings and ideas at future BOA meetings, forming priorities for future planning.

4. Consider, discuss and take any necessary action regarding drainage.

Kasey Belote reported that the Club Estates culvert repair is finished. There are currently no other projects.

Earl Wood reported on a request from the Village to bury a drainage culvert on the corner of Hills Drive and Hayden Ridge in preparation of the next phase of the walking trail. A construction plan from the Village will need to be submitted for consideration.

5. Review of the MS4 Annual Report

Kasey Belote reported that all goals have been met for year four. One of the requirements was hazardous waste disposal. At last week's event 12 pallets of paint were collected among other various items.

6. Consider approving the minutes of the February 20, 2017 regular Board meeting

Director Warmuth moved approval of the February 20, 2017 regular Board meeting minutes; Director Maroney seconded the motion which carried unanimously.

7. Consider, discuss and take any necessary action regarding consultation with attorney on SEP IRA Retirement Plan.

Earl Wood reported that there is an issue with whether the Social Security Administration will accept the SEP IRA as a government retirement plan which could affect the way Social Security benefits are distributed. Dan Roark is currently working with an attorney to resolve the issue and has asked the BOD to share in the attorney's fees. Mr. Wood was asked to research the costs involved and report at the next meeting.

8. Consider and take action approving the Bookkeeper's Report and approval of paid invoices

Beth Caccamisi reviewed her written report showing \$1,161,211, in the General Fund and \$721,566 in the Debt Service Fund.

Director Warmuth move approval of the Bookkeeper's Report; Director Wingard seconded the motion which carried unanimously.

9. Consider and take necessary action to approve Manager's Operating Report

Earl Wood reviewed the written report. He stated that the backwash recovery is in full operation and will have a completion report for the next meeting. Mr. Wood also reported that the chlorination system at the pond went down and will be changed from gas to bleach, which is a safer system.

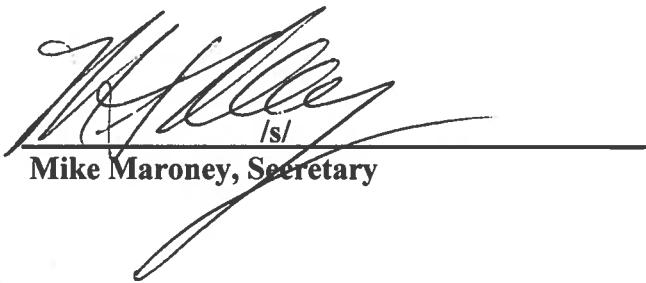
Director Maroney moved approval of the Manager's Operating Report; Director Wingard seconded the motion which carried unanimously.

There being no further business, the meeting was adjourned at 11:20 am.

Signed this 17th day of April, 2017.

(Seal)




/s/
Mike Maroney, Secretary